

Department of Finance		Fund: 0743
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> Bond Proceeds Account, State School Building Lease-Purchase Fund		
<u>Legal Citation/Authority</u> Chapter 277, Statutes of 1995 (SB 1562) Education Code section 17680-17693 and 17039		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Funds	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Bond Funds	
<u>Purpose</u> The Bond Proceeds Account was created within the State School Building Lease-Purchase Fund to segregate the proceeds from the sale of bonds from other money in the fund (see Fund No. 0344). Funds will be used for Capital outlay for construction and improvement of public schools.		
<u>Administering Agency/Organization Code</u> Department of General Services/Org 1760; School Facilities Aid Program/Org 6350		
<u>Major Revenue Source</u> Proceeds from sale of bonds.		
<u>Disposition of Fund (upon abolishment)</u> Pursuant to Government Code 16346, in the absence of language that identifies a successor fund, any balance remaining in this fund upon abolishment, shall be transferred to the General Fund.		
<u>Appropriation Authority</u> Section 17691 of the Education Code provides that the money in the account is available for the purposes of the State School Building Lease-Purchase Program. The account is not subject to appropriation by the Legislature.		
<u>State Appropriations Limit</u> Always Excluded – Revenues in this fund are not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is derived from a Bond Fund.		
<u>Comments/Historical Information</u> Chapter 410, Statutes of 1982 created this fund. Chapter 552, Statutes of 1995 repealed Education Code sections 17680-17693 relating to the State School Building Lease-Purchase Bond Law of 1982 and then reenacted those provisions as general statutory law. Chapter 277, Statutes of 1995 repealed Education Code section 17739 and moved it to Education Code section 17039. Enabling legislation allows the sale of \$500 million general obligation bonds to provide capital outlay for construction and improvement of public schools. Voters approved these bonds at the November 2, 1982, general election.		